LEGISLATIVE SERVICES AGENCY OFFICE OF FISCAL AND MANAGEMENT ANALYSIS

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FISCAL IMPACT STATEMENT

LS 6858 NOTE PREPARED: Apr 18, 2011 **BILL NUMBER:** HB 1071 **BILL AMENDED:** Apr 14, 2011

SUBJECT: Anatomic Pathology Services.

FIRST AUTHOR: Rep. Frizzell

BILL STATUS: 2nd Reading - 2nd House

FIRST SPONSOR: Sen. Miller

FUNDS AFFECTED: X GENERAL IMPACT: State

DEDICATED FEDERAL

<u>Summary of Legislation:</u> This bill specifies requirements for billing and claims related to anatomic pathology services.

Effective Date: July 1, 2011.

Explanation of State Expenditures: This bill requires a health care provider or clinical laboratory that provides an anatomic pathology service for a patient to send a bill only to the following individuals: the patient, the patient's insurer (or other third-party payer), the hospital, health clinic, public health clinic, or rural health clinic that orders a service, a referring laboratory, or a government agency (or other agency or organization) acting on behalf of the patient. A health care provider is also prohibited from soliciting payment for an anatomic pathology service unless the service is rendered personally by the health care provider (or under the health care provider's direct supervision).

The bill would allow a licensing board to revoke, suspend, or refuse to renew the license or certification of a health care provider who intentionally violates the provisions of the bill. Any additional costs related to a licensing body's actions against a provider that violates the provisions of this bill would depend on the number of violations that occur and are likely to be small.

Explanation of State Revenues:

Explanation of Local Expenditures:

Explanation of Local Revenues:

State Agencies Affected: Professional Licensing Agency.

Local Agencies Affected:

Information Sources:

Fiscal Analyst: Bill Brumbach, 232-9559.

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